

State of Alaska FY2006 Governor's Operating Budget

Department of Natural Resources Mental Health Trust Lands Administration Component Budget Summary

Component: Mental Health Trust Lands Administration

Contribution to Department's Mission

The Trust Land Office (TLO), supported by funds derived from Trust Income, manages and develops Alaska Mental Health Trust lands on behalf of the Alaska Mental Health Trust Authority to help improve the lives and circumstances of Trust beneficiaries. Annual income earned is available for distribution by the Trust Authority in the following year; principal earned contributes to income distributed in subsequent years.

Core Services

- Administer existing transactions on Trust lands (e.g., contracts, leases, permits, rights-of-way and other encumbrances affecting Trust lands).
- Initiate new and diverse revenue-generating activities on Trust land.
- Fully account for Trust Land Office revenues, costs, and actions.

Major Activities to Advance Strategies

- Trust Resource Management Committee meets and approves the Trust Land Office annual work plan.
- Manage existing and create new business through sales, licenses and leases with at least \$2.6M in spendable income and \$5.9M in principal generated.
- Enhance Trust land values through subdivision improvements and other actions, and acquire new lands and improvements for the Trust.
- Provide efficient and accountable Trust Land Office administration.

FY2006 Resources Allocated to Achieve Results

FY2006 Component Budget: \$1,218,700	Personnel:	
	Full time	10
	Part time	1
	Total	11

Key Component Challenges

- Increased diversity of land and resource transactions.
- Conversion of community and environmentally sensitive Trust lands to cash or other less sensitive assets.
- Volatile resource values over time.

Significant Changes in Results to be Delivered in FY2006

No change in service anticipated.

Major Component Accomplishments in 2004

- Exceeded \$6.8 million dollar revenue goal by about 166 percent, with FY04 gross revenues of over \$11 million.

- Maintained core operating costs at about 16 percent of gross revenues (goal was less than 25 percent).
- Completed monthly, quarterly and annual reports to the Trust Authority.
- Consulted regularly with the Trust Authority on significant issues affecting Trust lands.

Statutory and Regulatory Authority

AS 37.13.300

Contact Information
<p>Contact: David G. Hanson, Executive Director Phone: (907) 269-8656 Fax: (907) 269-8905 E-mail: dave_hanson@DNR.state.ak.us</p>

Mental Health Trust Lands Administration Component Financial Summary

All dollars shown in thousands

	FY2004 Actuals	FY2005 Management Plan	FY2006 Governor
Non-Formula Program:			
Component Expenditures:			
71000 Personal Services	739.7	861.1	893.8
72000 Travel	16.8	35.0	35.0
73000 Services	247.2	263.9	263.9
74000 Commodities	38.2	20.0	20.0
75000 Capital Outlay	15.5	6.0	6.0
77000 Grants, Benefits	0.0	0.0	0.0
78000 Miscellaneous	0.0	0.0	0.0
Expenditure Totals	1,057.4	1,186.0	1,218.7
Funding Sources:			
1092 Mental Health Trust Authority Authorized Receipts	1,057.4	1,186.0	1,218.7
Funding Totals	1,057.4	1,186.0	1,218.7

Estimated Revenue Collections

Description	Master Revenue Account	FY2004 Actuals	FY2005 Manageme nt Plan	FY2006 Governor
<u>Unrestricted Revenues</u>				
Unrestricted Fund	68515	11,248.4	7,900.0	8,300.0
Unrestricted Total		11,248.4	7,900.0	8,300.0
<u>Restricted Revenues</u>				
None.		0.0	0.0	0.0
Restricted Total		0.0	0.0	0.0
Total Estimated Revenues		11,248.4	7,900.0	8,300.0

**Summary of Component Budget Changes
From FY2005 Management Plan to FY2006 Governor**

All dollars shown in thousands

	<u>General Funds</u>	<u>Federal Funds</u>	<u>Other Funds</u>	<u>Total Funds</u>
FY2005 Management Plan	0.0	0.0	1,186.0	1,186.0
Adjustments which will continue current level of service:				
-FY06 Cost Increases for Bargaining Units and Non-Covered Employees	0.0	0.0	9.7	9.7
-Adjustments for Personal Services Working Reserve Rates and SBS	0.0	0.0	7.4	7.4
Proposed budget increases:				
-Increase personal services for FY06 Trustee approved merit increases	0.0	0.0	15.6	15.6
FY2006 Governor	0.0	0.0	1,218.7	1,218.7

**Mental Health Trust Lands Administration
Personal Services Information**

Authorized Positions			Personal Services Costs	
	<u>FY2005</u> <u>Management</u> <u>Plan</u>	<u>FY2006</u> <u>Governor</u>		
Full-time	10	10	Annual Salaries	644,822
Part-time	1	1	Premium Pay	0
Nonpermanent	3	0	Annual Benefits	305,357
			<i>Less 2.70% Vacancy Factor</i>	(25,679)
			Lump Sum Premium Pay	0
Totals	14	11	Total Personal Services	924,500

Position Classification Summary

Job Class Title	Anchorage	Fairbanks	Juneau	Others	Total
Dep Dir AK Mh Lands Trust Off	1	0	0	0	1
Exec Dir AK Mh Lands Trust Off	1	0	0	0	1
Trust Resource Manager	5	0	0	0	5
Trust Resource Technician	4	0	0	0	4
Totals	11	0	0	0	11